

REPUBLIC OF KENYA



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REPORT

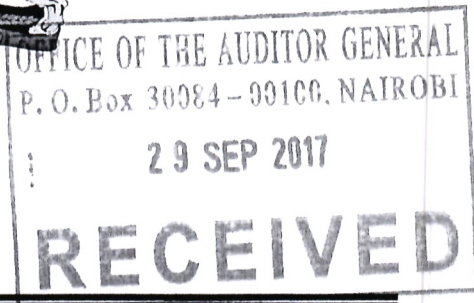
OF

THE AUDITOR-GENERAL

ON

**THE FINANCIAL STATEMENTS OF
NATIONAL GOVERNMENT
CONSTITUENCIES DEVELOPMENT FUND
KIPKELION EAST CONSTITUENCY**

**FOR THE YEAR ENDED
30 JUNE 2017**



**NATIONAL GOVERNMENT CONSTITUENCY DEVELOPMENT FUND-
KIPKELION EAST CONSTITUENCY**

**REPORTS AND
FINANCIAL STATEMENTS**

**FOR THE FINANCIAL YEAR ENDED
JUNE 30, 2017**

**Prepared in accordance with the Cash Basis of Accounting Method under the International Public Sector
Accounting Standards (IPSAS)**



CONSTITUENCY DEVELOPMENT FUND – KIPKELION EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

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KIPKELION EAS
CDF OFFICE

[Signature]

SIGN. _____
P. O. Box 188-20203 LONDIANI

CONSTITUENCY DEVELOPMENT FUND- KIPKELION EAST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

II. KEY CONSTITUENCY INFORMATION AND MANAGEMENT

(a) Background information

The *Constituencies Development Fund (NG-CDF)* was set up under the NG-CDF Act, 2015 now repealed by the NG-CDF Act, 2013. The *Constituencies Development Fund* is represented by the Cabinet Secretary for Devolution and Planning, who is responsible for the general policy and strategic direction of the *Constituencies Development Fund*.

(b) Key Management

The *KIPKELION EAST Constituency's* day-to-day management is under the following key organs:

- i. Constituencies Development Fund Board (NG-CDFB)
- ii. Constituency Development Fund Committee (NG-CDFC)

(c) Fiduciary Management

The key management personnel who held office during the financial year ended 30th June 2017 and who had direct fiduciary responsibility were:

No.	Designation	Name
1.	Accounting Officer	Yusuf Mbuno
2.	A.I.E holder	Mwibiri Francis
3.	Accountant	Simon Ochieng
4.		

(d) Fiduciary Oversight Arrangements

The Audit and Risk Management Committee (ARMC) of NG-CDF Board provide overall fiduciary oversight on the activities of KIPKELION EAST Constituency. The reports and recommendation of ARMC when adopted by the NG-CDF Board are forwarded to the Constituency Development Fund Committee (NG-CDFC) for action. Any matters that require policy guidance are forwarded by the Board to the Cabinet Secretary and National Assembly Select Committee.

(e) KIPKELION EAST NG-CDF Headquarters

P.O. Box 188
Londiani



CONSTITUENCY DEVELOPMENT FUND- KIPKELION EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

(f) KIPKELION EAST NG-CDF Contacts

Telephone: (254) XXXXXXXXX
E-mail: kipkelioneast@NG-CDF.go.ke
Website: www.go.ke

(g) KIPKELION EAST NG-CDF Bankers

1. Kenya Commercial Bank, Londiani Branch
Acc No: 1147413487
...
...
...

(h) Independent Auditors

Office of the Auditor General
Anniversary Towers, University Way
P.O. Box 30084
GOP 00100
Nairobi, Kenya

(i) Principal Legal Adviser

The Attorney General
State Law Office
Harambee Avenue
P.O. Box 40112
City Square 00200
Nairobi, Kenya



CONSTITUENCY DEVELOPMENT FUND- KIPKELION EAST CONSTITUENCY
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For the year ended June 30, 2017

III. FORWARD BY THE CHAIRPERSON CONSTITUENCY DEVELOPMENT FUND COMMITTEE (NG-CDFC)

IV.

Kipkelion East NG-CDF has in the last financial year disbursed up to KSH **119,250,727.00** up from **Ksh. 110,179,589.00** disbursed in the financial year 2015/16. This shows an improvement in the disbursement in the last two financial years. We have made achievements in infrastructural developments across the constituency more especially on the education and health sectors. This therefore, reflects on improved service delivery to the people of Kipkelion East.

We are however hopeful that during amendment in the NG-CDF Act, there will be increased disbursement to the NG-CDF from 2.5% to 5% since it is evident that NG-CDF has since been a success in developments at the grass root level.

The challenges we face mostly is delays in preparation of Bills of Quantity by line Ministry thus delaying the process of cheque preparation. We are thus looking forward to ensuring accountability in project management as well as increased disbursement of funds to all the approved projects in time.

Thank you.

Sign

CHAIRPERSON NG-NG-CDFC



CONSTITUENCY DEVELOPMENT FUND- KIPKELION EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

V. STATEMENT OF NG-CDF MANAGEMENT RESPONSIBILITIES

Section 81 (1) of the Public Finance Management Act, 2012 requires that, at the end of each financial year, the accounting officer for a National Government NG-CDF shall prepare financial statements in respect of that NG-CDF. Section 81 (3) requires the financial statements so prepared to be in a form that complies with relevant accounting standards as prescribed the Public Sector Accounting Standards Board of Kenya from time to time.

The Accounting Officer in charge of the *Kipkelion East NG-CDF* is responsible for the preparation and presentation of the *NG-CDF's* financial statements, which give a true and fair view of the state of affairs of the *NG-CDF* for and as at the end of the financial year 2015/16 ended on June 30, 2017. This responsibility includes: (i) maintaining adequate financial management arrangements and ensuring that these continue to be effective throughout the reporting period; (ii) maintaining proper accounting records, which disclose with reasonable accuracy at any time the financial position of the *NG-CDF*; (iii) designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of the financial statements, and ensuring that they are free from material misstatements, whether due to error or fraud; (iv) safeguarding the assets of the *NG-CDF*; (v) selecting and applying appropriate accounting policies; and (vi) making accounting estimates that are reasonable in the circumstances.

The Accounting Officer in charge of the *Kipkelion East NG-CDF* accepts responsibility for the *NG-CDF's* financial statements, which have been prepared on the Cash Basis Method of Financial Reporting, using appropriate accounting policies in accordance with International Public Sector Accounting Standards (IPSAS). The Accounting Officer is of the opinion that the *NG-CDF's* financial statements give a true and fair view of the state of *NG-CDF's* transactions during the financial year ended June 30, 2017, and of the *NG-CDF's* financial position as at that date. The Accounting Officer charge of the *Kipkelion East NG-CDF* further confirms the completeness of the accounting records maintained for the *NG-CDF*, which have been relied upon in the preparation of the *NG-CDF's* financial statements as well as the adequacy of the systems of internal financial control.

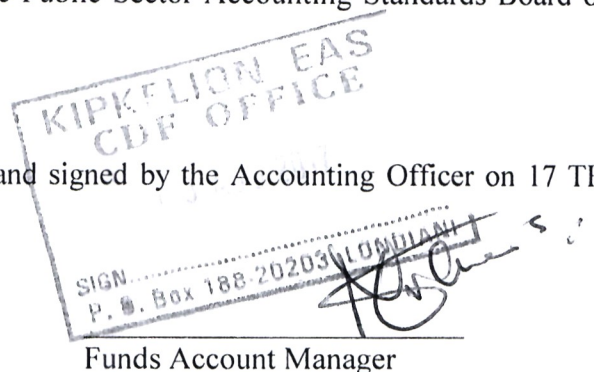
The Accounting Officer in charge of the *Kipkelion East NG-CDF* confirms that the *NG-CDF* has complied fully with applicable Government Regulations and the terms of external financing covenants (where applicable), and that the *NG-CDF's* funds received during the year under audit were used for the eligible purposes for which they were intended and were properly accounted for. Further the Accounting Officer confirms that the *NG-CDF's* financial statements have been prepared in a form that complies with relevant accounting standards prescribed by the Public Sector Accounting Standards Board of Kenya.

Approval of the financial statements

The *NG-CDF's* financial statements were approved and signed by the Accounting Officer on 17 TH JULY 2017.



Chairperson



KIPKELION EAST
CDF OFFICE

SIGN.....
P. O. Box 188-20203/LODIANI

Funds Account Manager

REPUBLIC OF KENYA

Telephone: +254-20-342330
Fax: +254-20-311482
E-mail: oag@oagkenya.go.ke
Website: www.kenao.go.ke



P.O. Box 30084-00100
NAIROBI

OFFICE OF THE AUDITOR-GENERAL

REPORT OF THE AUDITOR-GENERAL ON NATIONAL GOVERNMENT CONSTITUENCIES DEVELOPMENT FUND-KIPKELION EAST CONSTITUENCY FOR THE YEAR ENDED 30 JUNE 2017

REPORT ON THE FINANCIAL STATEMENTS

Opinion

I have audited the accompanying financial statements of National Government Constituencies Development Fund – Kipkelion East Constituency set out on pages 6 to 31, which comprise the statement of assets as at 30 June 2017, and the statement of receipts and payments, statement of cash flows and summary statement of appropriation for the year then ended, and a summary of significant accounting policies and other explanatory information in accordance with the provisions of Article 229 of the Constitution of Kenya and Section 35 of the Public Audit Act, 2015. I have obtained all the information and explanations which, to the best of my knowledge and belief, were necessary for the purpose of the audit.

In my opinion, the financial statements present fairly, in all material respects, the financial position of National Government Constituencies Development Fund – Kipkelion East Constituency as at June 30, 2017, and of its financial performance and its cash flows for the year then ended, in accordance with International Public Sector Accounting Standards (Cash Basis) and comply with the National Government Constituencies Development Fund Act 2015.

In addition, as required by Article 229(6) of the Constitution, except for the matter described in the Other Matter section of my report, based on the procedures performed, I confirm that, nothing has come to my attention to cause me to believe that public money has not been applied lawfully and in an effective way.

Basis for Opinion

The audit was conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs). I am independent of the National Government Constituencies Development Fund – Kipkelion East Constituency in accordance with ISSAI 30 on Code of Ethics. I have fulfilled other ethical responsibilities in accordance with the ISSAI and in accordance with other ethical requirements applicable to performing audits of financial statements in Kenya. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

Key Audit Matters

Key audit matters are those matters that, in my professional judgment, are of most significance in the audit of the financial statements. There were no Key Audit Matters to report in the year under review.

Report of the Auditor-General on the Financial Statements of National Government Constituencies Development Fund- Kipkelion East Constituency for the Year Ended 30 June 2017

Other Matter

Unimplemented Projects

The statement of receipts and payments reflects transfer to other government entities of Kshs.52,470,000 out of which Kshs.1,790,000 was in respect of 6 Nos. projects in primary schools and one in a secondary school. However, examination of the project implementation status report and physical verification in June 2018, showed that the projects had not been implemented. The management explained that the delay was variously due to, missing sale of land agreements, delay in formation of project management committees and lack of adequate space for expansion in the schools. Under the circumstance, the continued delay in the implementation of the projects implies that the funds may be diverted from the intended use.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards (Cash Basis) and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Fund's ability to continue as a going concern/ sustain services, disclosing, as applicable, matters related to sustainability of services and using the applicable basis of accounting unless the management either intends to liquidate the Fund or to cease operations, or have no realistic alternative but to do so.

Management is also responsible for the submission of the financial statements to the Auditor-General in accordance with the provisions of Section 47 of the Public Audit Act, 2015.

Those charged with governance are responsible for overseeing the Fund's financial reporting process.

Auditor-General's Responsibilities for the Audit of the Financial Statements

The audit objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes my opinion in accordance with the provisions of Section 48 of the Public Audit Act, 2015 and submit the audit report in compliance with Article 229 (7) of the Constitution. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISSAIs will always detect a material misstatement and weakness when it exists. Misstatements can arise from fraud or error and are considered material if,

individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISSAIs, I exercise professional judgement and maintain professional skepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, and for the purpose of giving an assurance on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue to sustain services. If I conclude that a material uncertainty exists, I am required to draw attention in the auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my audit report. However, future events or conditions may cause the Fund to cease to sustain services.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the entities or business activities to express an opinion on the financial statements.
- Perform such other procedures as I consider necessary in the circumstances.

I communicate with the management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that are identified during the audit.

I also provide management with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.



FCPA Edward R. O. Ouko, CBS
AUDITOR-GENERAL

Nairobi

09 August 2018

CONSTITUENCY DEVELOPMENT FUND- KIPKELION EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

VI. STATEMENT OF RECEIPTS AND PAYMENTS

STATEMENT OF RECEIPTS AND PAYMENTS

	Not e	2016-2017 Kshs	2015-2016 Kshs
RECEIPTS			
Transfers from CDF board-AIEs' Received	1	81,896,551.70	108,343,736.00
Proceeds from Sale of Assets	2	NIL	
Other Receipts	3	NIL	
TOTAL RECEIPTS		81,896,551.70	108,343,736.00
PAYMENTS			
Compensation of employees	4	1,833,218.00	2,178,412.00
Use of goods and services	5	8,607,730.90	8,447,475.00
Transfers to Other Government Units	6	52,470,000.00	59,500,000.00
Other grants and transfers	7	56,339,779.00	38,826,662.00
Acquisition of Assets	8	-	-
Other Payments	9	-	1,227,040.00
TOTAL PAYMENTS		119,250,727.90	110,179,589.00
SURPLUS/DEFICIT		(37,354,176.20)	(1,835,853.00)

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Chairperson - NG-CDFC

**KIPKELION EAST
CDF OFFICE**
 JUN 30 2017
 SIGN _____
 P. O. Box 188-20203 LONGO
[Handwritten signature]
Fund Account Manager

CONSTITUENCY DEVELOPMENT FUND- KIPKELION EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

VII. STATEMENT OF ASSETS

		Kshs	Kshs
FINANCIAL ASSETS			
Cash and Cash Equivalents			
Bank Balances (as per the cash book)	10A	640,076.80	37,994,253.00
Cash Balances (cash at hand)	10B	-	NIL
Outstanding Imprests	11	-	NIL
		640,076.80	37,994,253.00
TOTAL FINANCIAL ASSETS			
REPRESENTED BY			
Fund balance b/fwd 1st July..	13	37,994,253.00	-
Surplus/Deficit for the year		(37,354,176.20)	37,994,253.00
Prior year adjustments	14	-	-
NET FINANCIAL POSITION		640,076.80	37,994,253.00

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The KIPKELION EAST NG-CDF financial statements were approved on _____ 2017 and signed by:

(Signature)

Chairperson - NG-CDFC

KIPKELION EAST
CDF OFFICE
 13/07/2017
 SIGN: _____
 P. O: _____
Fund Account Manager

CONSTITUENCY DEVELOPMENT FUND- KIPKELION EAST CONSTITUENCY
Reports and Financial Statements
For the year ended June 30, 2017

VIII. STATEMENT OF CASHFLOW

Payments for operating expenses			
Compensation of Employees	4	1,833,218.00	2,178,412.00
Use of goods and services	5	8,607,730.90	8,447,475.00
Transfers to Other Government Units	6	52,470,000.00	59,500,000.00
Other grants and transfers	7	56,339,779.00	38,826,662.00
Other Payments	9	-	1227040
SUBTOTAL		119,250,727.90	110,179,589.00
Adjusted for:			
Adjustments during the year		0	0
Net cash flow from operating activities		(37,354,176.20)	(1,835,853.00)
CASHFLOW FROM INVESTING ACTIVITIES			
Proceeds from Sale of Assets	2	0	0
Acquisition of Assets	8	0	0
Net cash flows from Investing Activities		0	0
NET INCREASE IN CASH AND CASH EQUIVALENT		(37,354,176.20)	(1,835,853.00)
Cash and cash equivalent at BEGINNING of the year	13	37,994,253.00	39,830,106.00
Cash and cash equivalent at END of the year	10A	640,076.80	37,994,253.00

The accounting policies and explanatory notes to these financial statements form an integral part of the financial statements. The KIPKELION EAST NG-CDF financial statements were approved on 2017 and signed by:



Chairperson NG-CDFC

Fund Account Manager

SIGN. _____
P. O. Box 188-2020 MOMBASI

CONSTITUENCY DEVELOPMENT FUND- KIPKELION EAST CONSTITUENCY

Reports and Financial Statements

For the year ended June 30, 2017

IX. SUMMARY STATEMENT OF APPROPRIATION: RECURRENT AND DEVELOPMENT COMBINED

Receipt/Expense Item	Original Budget a	Adjustments (unspent from last financial year b	Final Budget c=a+b	Actual on Comparable Basis d	Budget Utilisation Difference e=c-d	% of Utilisation f=d/c %
RECEIPTS						
Transfers from CDF Board	81,896,551.70	37,994,253.00	119,890,804.70	119,890,804.70		100
Proceeds from Sale of Assets	0	0	0	NIL	-	
Other Receipts	0	0	0	NIL	-	0
TOTALS	81,896,551.70	37,994,253.00	119,890,804.70	119,890,804.70	-	
PAYMENTS						
Compensation of Employees	2,548,000.00	65,448.00	2,613,448.00	1,833,218.00	780,230.00	70.1%
Use of goods and services	4,822,689.11	3,644,888.59	8,467,577.70	8,607,730.90	(140,153.20)	101.7%
Transfers to Other Government Units	45,000,000.00	7,470,000.00	52,470,000.00	52,470,000.00	-	100.0%
Other grants and transfers	29,525,862.59	26,813,916.41	56,339,779.00	56,339,779.00	-	100.0%
Acquisition of Assets	-	-	-	-	-	#DIV/0!
Other Payments	-	-	-	-	-	#DIV/0!
TOTALS	81,896,551.70	37,994,253.00	119,890,804.70	119,250,727.90	640,076.80	99.5%

The KIPKELION EAST NG-CDF financial statements were approved on _____ 2017 and signed by:



NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2015

X. SIGNIFICANT ACCOUNTING POLICIES

The principle accounting policies adopted in the preparation of these financial statements are set out below:

1. Statement of compliance and basis of preparation

The financial statements have been prepared in accordance with and comply with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Cash Basis Financial Reporting under the Cash Basis of Accounting. The financial statements comply with and conform to the form of presentation prescribed by the Public Sector Accounting Standards Board of Kenya.

The financial statements are presented in Kenya Shillings, which is the functional and reporting currency of the *NG-CDF* and all values are rounded to the nearest shilling. The accounting policies adopted have been consistently applied to all the years presented.

The financial statements have been prepared on the cash basis following the Government's standard chart of accounts. The cash basis of accounting recognises transactions and events only when cash is received or paid by the *NG-CDF*.

2. Recognition of revenue and expenses

The *NG-CDF* recognises all revenues from the various sources when the event occurs and the related cash has actually been received by the *NG-CDF*. In addition, the *NG-CDF* recognises all expenses when the event occurs and the related cash has actually been paid out by the *NG-CDF*.

3. In-kind contributions

In-kind contributions are donations that are made to the *NG-CDF* in the form of actual goods and/or services rather than in money or cash terms. These donations may include vehicles, equipment or personnel services. Where the financial value received for in-kind contributions can be reliably determined, the *NG-CDF* includes such value in the statement of receipts and payments both as revenue and as an expense in equal and opposite amounts; otherwise, the contribution is not recorded.

4. Cash and cash equivalents

Cash and cash equivalents comprise cash on hand and cash at bank, short-term deposits on call and highly liquid investments with an original maturity of three months or less, which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the Central Bank of Kenya and at various commercial banks at the end of

(Signature)

13 JUN 2015
SIGNATURE
P. O. Box 188-20203 LONDIANI

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2015

the financial year. For the purposes of these financial statements, cash and cash equivalents also include short term cash imprests and advances to authorised public officers and/or institutions which were not surrendered or accounted for at the end of the financial year.

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KIPKELION EAS
CDF OFFICE
(Handwritten signature)
P. O. Box 188-20203 LONDIANI

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2015

SIGNIFICANT ACCOUNTING POLICIES (Continued)

5. Pending bills

Pending bills consist of unpaid liabilities at the end of the financial year arising from contracted goods or services during the year or in past years. As pending bills do not involve the payment of cash in the reporting period, they recorded as 'memorandum' or 'off-balance' items to provide a sense of the overall net cash position of the *NG-CDF* at the end of the year. When the pending bills are finally settled, such payments are included in the statement of receipts and payments in the year in which the payments are made.

6. Budget

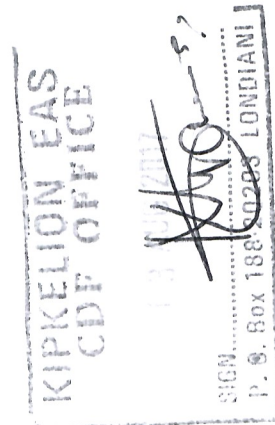
The budget is developed on the same accounting basis (cash basis), the same accounts classification basis, and for the same period as the financial statements. The *NG-CDF's* budget was approved as required by Law and as detailed in the Government of Kenya Budget Printed Estimates. A high-level assessment of the *NG-CDF's* actual performance against the comparable budget for the financial year under review has been included in an annex to these financial statements.

7. Comparative figures

Where necessary comparative figures for the previous financial year have been amended or reconfigured to conform to the required changes in presentation.

8. Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2017.



NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2015

XI. NOTES TO THE FINANCIAL STATEMENTS

Description	AIE NO.	2016-2017	2015 - 2016
		Ksh	Kshs
1 TRANSFERS FROM OTHER GOVERNMENT AGENCIES			
Normal Allocation	AIE NO.829613	4,094,827.60	
	AIE NO.855041	36,853,449.00	
	AIE NO.855221	40,948,275.10	
	AIE NO.820584		20,000,000.00
	AIE NO. 724250		10,000,000.00
	AIE NO. 820818		24,000,000.00
	AIE. NO 825658		27,000,000.00
	AIE NO. 825759		27,343,736.00
TOTAL		81,896,551.70	108,343,736.00
2 PROCEEDS FROM SALE OF NON-FINANCIAL ASSETS			
Description		2016-2017	2015-2016
		Kshs	Kshs

J. K. Kipkeli

**KIPKELION EAS
CDF OFFICE**

SIGN
P. 9, Box 188-20203 LONDJANI

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
 Reports and Financial Statements
 For the year ended June 30, 2015

	Total	NIL	NIL
3 OTHER RECEIPTS			
Description		2016-2017	2015-2016
		Kshs	Kshs
Total		NIL	NIL
4 COMPENSATION OF EMPLOYEES			
Description		2016-2017	2015-2016
		Kshs	Kshs
Basic wages of contractual employees		1,650,410.00	1,992,592.00
Employer contribution to NSSF		182,808.00	185,820.00
Total		1,833,218.00	2,178,412.00
5 USE OF GOODS AND SERVICES			
Description		2016-2017	2015-2016
		Kshs	Kshs
Utilities, supplies and services		185,243.00	304,235.00

[Handwritten Signature]

KIPKELION EAS
 CDF OFFICE
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NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2015

Printing, advertising and information supplies & services	380,310.00	-	
Office and general supplies and services	-	-	
Fuel ,oil & lubricants	410,000.00	300,000.00	
Other committee expenses	2,707,400.00	2,662,240.00	
Committee allowance	4,455,150.00	5,056,260.00	
Other operating expenses	189,240.90	-	
Routine maintenance – vehicles and other transport equipment			
Total	280,387.00	124,740.00	
	8,607,730.90	8,447,475.00	
6 TRANSFER TO OTHER GOVERNMENT ENTITIES			
Description	2016-2017	2015-2016	Kshs
	Kshs	Kshs	

J. K. ...

**KIPKELION EAS
CDF OFFICE**
SIGN:
P. O. BOX 189-20203 LONDIANI

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2015

Transfers to primary schools		26,140,000.00	37,270,000.00
Transfers to secondary schools		26,330,000.00	20,080,000.00
Transfers to Health institutions		-	2,150,000.00
TOTAL		52,470,000.00	59,500,000.00
7 OTHER GRANTS AND OTHER PAYMENTS			
Description		2016-2017	2015-2016
		Kshs	Kshs
Bursary -Secondary		21,164,926.00	13,120,218.00
Bursary -Tertiary		11,878,059.00	8,345,999.00
water		500,000.00	4,600,000.00
Security		13,680,000.00	1,400,000.00
Roads		500,000.00	3,100,000.00
Emergency Projects (specify)		5,602,552.00	8,260,445.00
Sports		2,977,242.00	-
Environment		37,000.00	
Total		56,339,779.00	38,826,662.00

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NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
 Reports and Financial Statements
 For the year ended June 30, 2015

8 ACQUISITION OF ASSETS			
	2016-2017	2015-2016	
	Kshs	Kshs	
<u>Non Financial Assets</u>			
Purchase of Vehicles	-	-	
Total	-	-	
9 OTHER PAYMENTS			
Strategic Plan	-	-	
	-	1,227,040.00	
TOTAL	-	-	
10A: Bank Balances (cash book bank balance)			
Name of Bank, Account No. & currency	2016-2017	2015-2016	
	Kshs (30/6/2017)	Kshs (30/6/2016)	
KCB LONDIANI BRANCH	640,076.80	37,994,253.00	
Total	640,076.80	37,994,253.00	
10B: CASH IN HAND			
	2016-2017	2015-2016	
	Kshs (30/6/2017)	Kshs (30/6/2016)	

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NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
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Total			NIL	NIL
11: OUTSTANDING IMPRESTS				
<i>Name of Officer</i>			<i>Amount Taken</i>	<i>Amount Surrendered</i>
<i>Total</i>		<i>Date imprest taken</i>	<i>Kshs</i>	<i>Kshs</i>
12 Retention			NIL	
Supplier/Contractor		PV no	2016-2017	2015-2016
Total			-	-
14 PRIOR YEAR ADJUSTMENTS				
			2016-2017	2015-2016
			Kshs	Kshs
Total			NIL	NIL

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Reports and Financial Statements
For the year ended June 30, 2015

15	OTHER IMPORTANT DISCLOSURES	2016-2017		2015-2016	
		Kshs	NIL	Kshs	NIL
15.1:					
	PENDING ACCOUNTS PAYABLE (See Annex 1)				
	TOTAL		NIL		NIL
15.2:					
	PENDING STAFF PAYABLES (See Annex 2)				
	TOTAL		640,076.80		NIL
15.3:					
	OTHER PENDING PAYABLES (See Annex 3)				
	Amounts due to other Government entities (see attached list)	1,300,000.00			NIL

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NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2015

Amounts due to other grants and other transfers (see attached list)			
Others (<i>specify</i>)		-	
TOTAL		1,300,000.00	-

15.4: PMC ACCOUNT BALANCES (See Annex 5)			
PMC account balances (see attached list)		Kshs	Kshs
		5,268,076.60	NIL
TOTAL		5,268,076.60	

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NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2015

ANNEX 1 - ANALYSIS OF PENDING ACCOUNTS PAYABLE

Supplier of Goods or Services	Original Amount	Date Contracted	Amount Paid To-Date	Outstanding Balance 2,016	Outstanding Balance 2,015	Comments
	a	b	c	d=a-c		
Construction of buildings						
1.						
2.						
3.						
Sub-Total						
Construction of civil works						
4.						
5.						
6.						

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Reports and Financial Statements
For the year ended June 30, 2015

Sub-Total									
Supply of goods									
7.									
8.									
9.									
Sub-Total									
Supply of services									
10.									
11.									
12.									
Sub-Total									
Grand Total									

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 Reports and Financial Statements
 For the year ended June 30, 2015

ANNEX 2 - ANALYSIS OF PENDING STAFF PAYABLES

Name of Staff	Job Group	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance
		a	b	c	2,017	2,016
					d=a-c	
Senior Management						
1.						
2.						
3.						
Sub-Total						
Middle Management						
4.						
5.						
6.						
Sub-Total						
Unionisable Employees						
7.						
8.						
9.						
Sub-Total						

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Reports and Financial Statements
For the year ended June 30, 2015

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Others (specify)	COMPENSATION TO EMPLOYEES					
10.					640,076.80	
11.						
12.						
Sub-Total						
Grand Total					640,076.80	

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NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
 Reports and Financial Statements
 For the year ended June 30, 2015

ANNEX 3 - ANALYSIS OF OTHER PENDING PAYABLES

Name	Brief Transaction Description	Original Amount	Date Payable Contracted	Amount Paid To-Date	Outstanding Balance	Outstanding Balance
		a	b	c	2,017	2,016
					d=a-c	
Amounts due to other Government entities	RINGA PRIMARY SCHOOL					
1.	KIMUGUL PRIMARY SCHOOL	400,000			400,000	-
2.	KIPRENGWE PRIMARY SCHOOL	400,000			400,000	-
3.		500,000			500,000	-
Sub-Total					1,300,000	-
Amounts due to other grants and other transfers						

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NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2015

ANNEX 4 – SUMMARY OF FIXED ASSET REGISTER

Asset class	Historical Cost (Kshs)	Historical Cost (Kshs)
	2016-2017	2015-2016
Transport equipment	3,949,999.00	3,949,999.00
Office equipment, furniture and fittings	144,825.27	144,825.27
ICT Equipment, Software and Other ICT Assets	96,250.00	96,250.00
Total	4,191,074.27	4,191,074.27

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 Reports and Financial Statements
 For the year ended June 30, 2015

ANNEX 5 –PMC BANK BALANCES AS AT 30TH JUNE 2017

PMC	ACCOUNT NO.	BANK	BANK BALANCE 2016/2017	BANK BALANCE 2015/16
Benditai Primary School	1138010669	KCB LONDIANI BRANCH	4,719.40	NIL
Chebwor primary school	1124842284	KCB LONDIANI BRANCH	858.55	NIL
Cheboror Primary School	1178619079	KCB LONDIANI BRANCH	340.00	NIL
Chepcholiet Primary School	1168028116	KCB LONDIANI BRANCH	1,771.10	NIL
Chepkongony Primary	1167481623	KCB LONDIANI BRANCH	1,438.75	NIL
Chepseon Complex Primary Sch	1165325764	KCB LONDIANI BRANCH	1,890.00	NIL
Chepseon Primary School	1155218167	KCB LONDIANI BRANCH	431,899.00	NIL
Chepsir Primary School	1132547199	KCB LONDIANI BRANCH	722,767.00	NIL
Chesinende Primary School	1138783951	KCB LONDIANI BRANCH	231,274.60	NIL
Chumba Primary School	1154220117	KCB LONDIANI BRANCH	1,770.00	NIL
Furaha Primary School	1109804970	KCB LONDIANI BRANCH	340,729.97	NIL
Gwitu Primary	1103330462	KCB LONDIANI	2,750.30	NIL

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NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
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School		BRANCH		
ewat primary school	1161322189	KCB LONDIANI BRANCH		NIL
Ierema Primary School	1200146735	KCB LONDIANI BRANCH	102,730.00	NIL
kapcheplanga primary School	1127695444	KCB LONDIANI BRANCH	1,197.45	NIL
Kamarus Annex Primary School	1203865422	KCB LONDIANI BRANCH	860.00	NIL
Kapseger Primary School	120386347	KCB LONDIANI BRANCH	61,260.00	NIL
Kaptembwo Primary School	1164483463	KCB LONDIANI BRANCH	5,867.00	NIL
Katet Primary School	1154149447	KCB LONDIANI BRANCH	1,905.65	NIL
Kedowa River Farm Primary School	1103382535	KCB LONDIANI BRANCH	216.15	NIL
Kichawir Primary School	1115943960	KCB LONDIANI BRANCH	204,444.65	NIL
Kimoson Primary school	1154706427	KCB LONDIANI BRANCH	4,130.95	NIL
Kiptenden Primary School	1155920686	KCB LONDIANI BRANCH	137,227.70	NIL
Kipyemit Primary School	1155919432	KCB LONDIANI BRANCH	434,728.45	NIL
Kisabo Primary School	1154810917	KCB LONDIANI BRANCH	731.75	NIL
Kosyin Primary School	1132178584	KCB LONDIANI BRANCH	307.20	NIL

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NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2015

Lolongbei Primary School	1178437930	KCB LONDIANI BRANCH	59,260.55	NIL
Londiani Central Primary School	1154769615	KCB LONDIANI BRANCH	211,435.15	NIL
Londiani Farmers Primary School	1150918721	KCB LONDIANI BRANCH	49,679.75	NIL
Londiani Girls Boarding Primary School	1205183213	KCB LONDIANI BRANCH	289,780.00	NIL
Malaget Primary School	1166878171	KCB LONDIANI BRANCH	766.55	NIL
Masomborik Primary School	1167973682	KCB LONDIANI BRANCH	590.65	NIL
Mugumoini Primary School	1111510628	KCB LONDIANI BRANCH	160.00	NIL
Ngatumek Primary School	1155779258	KCB LONDIANI BRANCH	1,084.30	NIL
Sabunit Primary School	1167749634	KCB LONDIANI BRANCH	1,089.15	NIL
Tegunot Primary School	1171648383	KCB LONDIANI BRANCH	963.73	NIL
Tembwo Primary school	1201300568	KCB LONDIANI BRANCH	430,500.00	NIL
Tilito Primary School	1164715356	KCB LONDIANI BRANCH	1,364,104.30	NIL
Tulwikiplekwa Primary School	1201775493	KCB LONDIANI BRANCH	98,340.00	NIL
United Soy Primary School	1167451678	KCB LONDIANI BRANCH	1,246.85	NIL

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Kapseger Secondary School	1203863217	KCB LONDIANI BRANCH	61,260.00	NIL
			5,268,077	-

Johnstone

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Johnstone

SIGNATURE OF THE AUDITOR
P. O. Box 100-10000

PROGRESS ON FOLLOW UP OF AUDITOR RECOMMENDATIONS

NATIONAL GOVERNMENT ENTITY - (indicate actual name of the entity)
Reports and Financial Statements
For the year ended June 30, 2015

Reference No. on the external audit Report	Issue / Observations from Auditor	Management comments	Focal Point person to resolve the issue (Name and designation)	Status: (Resolved / Not Resolved)	Timeframe: (Put a date when you expect the issue to be resolved)
1	Unaccounted for the Bursary	bursaries to be fully accounted for	FAM	Measures put already put in place / acknowledgement of bursary receipts available	30th June 2017
2	Stale cheques	stale cheques to be voted back to the cashbook	FAM	the cheques has been wrote back to the cahsbook and given to new beneficiaries	30th June 2017
3	Unreconciled difference of ksh 1,300,000.00	adjust the financial statement	FAM	adjustment done in the financial report	30th June 2017
4	inadequate funding of roads and water projects	allocate enough funds to the projects	FAM	projects has been forwarded to the county government	30th June 2017


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